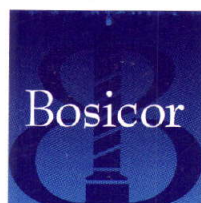


Unaudited
Quarterly Financial Statements
for the period ended
March 31, 2005
Bosicor Pakistan Limited



COMPANY INFORMATION

Board of Directors

Chairman & CEO

Mr. Parvez Abbasi

Directors

Mr. Amir A. Abbassciy
Mr. Muhammad Rashid Zahir
Mr. Muhammad Mahmood Hussain
Syed Arshad Raza
Mrs. Uzma A. Abbassciy
Mrs. Samia Roomi

Chief Financial Officer Corporate Secretary

Mr. Tariq Mohammad Khan
Mr. Abid Amin

Audit Committee

Mr. Muhammad Rashid Zahir - Chairman
Mr. Amir A. Abbassciy - Member
Syed Arshad Raza - Member

Registered & Corporate Office

2nd Floor, Business Plaza
Mumtaz Hasan Road-Karachi

Plant

Mouza Kund, Sub Tehsil Gadani
Lasbella-Baluchistan

Bankers

Habib Bank Limited
National Bank of Pakistan
Union Bank Limited
Saudi Pak Commercial Bank Limited
The Bank of Khyber
Bank Al-Falah Limited
KASB Bank Limited
United Bank Limited
Faysal Bank Limited
Bolan Bank Limited
Standard Chartered Bank

Auditors

Faruq Ali & Co
Chartered Accountants

Legal Advisor

Saleem uz Zaman of Kabraji & Talibuddin

Website

www.bosicor.com.pk

DIRECTORS' REPORT

I am pleased to present on behalf of Board of Directors, the report of the Company together with the unaudited financial statements for the quarter ended 31st March, 2005.

With the Grace of Al Mighty Allah, your Company is growing steadily despite volatility of prices in international market of crude oil and petroleum products and threats of strike from All Pakistan Tankers Owners Association. We are grateful to the Government Functionaries for providing all possible help and security for the movement of Petroleum Products.

I am pleased to report that, the operating results for the period under review show progressive increase in earnings though not comparable with other Refineries due to additional costs of jetty charges, storage & transportation of crude oil, depreciation and financial charges as other Refineries have depreciated plants with no material financial charges and have their own sufficient storage and pipe line transportation facilities.

Your Company is in the process of building additional storage facilities at Plant and is also in an advanced stage of negotiations with Asia Petroleum Limited and Pakistan State Oil Company Limited to lay down pipe line for transportation of Petroleum Products. The Revamp Study of various processing facilities at our Refinery is under review of our technical staff, once reviewed and after its implementation, we will be able to enhance the production of value added products.

The operating results for the period ended 31st March 2005 show a profit of Rs. 445.536 million before depreciation and taxation. Total net sales for the period amounted to Rs. 7.153 billion with net profit after depreciation and taxation of Rs. 107.780 million. The Management expects further improved results for the first full year of commercial operations ending on 30th June 2005, however inventory gains and losses due to volatility of international prices may have a major impact on the operating results for the year in addition to increase in financial charges due to increase in Karachi Inter Bank Offered Rate (KIBOR).

Looking forward, the Company anticipates increase in revenues and market share through increase in capacity utilization and continued de-bottlenecking.

The Board puts on record its gratitude to its valued Shareholders, Federal and Provincial Government Authorities, Banks and Staff Members whose co-operation & continued support is helping us in achieving our goals.

In conclusion, we pray to Almighty Allah for his continued blessings.

For and on behalf of the Board of Directors
Parvez Abbasi
Chairman & Chief Executive

Karachi : 26th April, 2005

BALANCE SHEET AS AT MARCH 31, 2005

		(Unaudited)	(Audited)
	Note	Mar 31, 2005	June 30, 2004
		Rs.'000	
Tangible Fixed Assets			
Operating assets	4	3,347,869	50,399
Capital work-in-progress		9,298	2,428,143
Unallocated capital expenditure		-	669,798
		3,357,167	3,148,340
Long Term Deposits & Deferred Cost		98,205	13,876
Current Assets			
Stores and spares		70,297	127,500
Stock in trade		1,836,879	924,181
Trade debts - unsecured considered good		1,237,668	763,148
Advances, deposits, prepayments & other receivables		44,094	105,196
Cash & bank balances		27,907	81,182
		3,216,845	2,001,207
Current Liabilities			
Current obligation of long term liabilities		50,136	38,380
Short term finances - secured	5	495,000	119,951
Running finances under mark up arrangements - secured	6	74,376	21,637
Creditors, accrued & other liabilities		2,508,237	1,804,712
Provision for taxation		35,763	10,787
		3,163,512	1,995,467
Net current assets		53,333	5,740
Term Finance Certificates	7	750,000	291,000
Long Term Liabilities			
Long term loans - secured		56,250	482,328
Loans from sponsors and associated undertakings - unsecured		77,047	600,087
Obligation under finance lease	8	27,156	44,075
		160,453	1,126,490
Deferred taxation		39,820	-
Contingencies & Commitments	9	-	-
Net Assets		2,558,432	1,750,466
Represented by			
Authorized Capital			
360,000,000 ordinary shares of Rs. 10/- each		3,600,000	3,600,000
Issued, subscribed & paid up capital		2,450,652	1,750,466
Unappropriated Profit		107,780	-
		2,558,432	1,750,466

The annexed notes form an integral part of these financial statements.

Chairman & CEO

Director

PROFIT AND LOSS ACCOUNT

NINE MONTHS ENDED MARCH 31, 2005 (Unaudited)

	3 months ended Note Mar 31, 2005	9 months ended Mar 31, 2005
	<u>Rs.'000</u>	
Gross sales	2,903,756	8,230,114
Sales tax	387,492	1,077,515
Net sales	<u>2,516,264</u>	<u>7,152,599</u>
Cost of sales	10 <u>2,425,227</u>	<u>6,831,340</u>
Gross profit	<u>91,037</u>	<u>321,259</u>
Operating expenses		
Administrative expenses	12,888	43,755
Selling expenses	6,438	19,817
	<u>19,326</u>	<u>63,572</u>
Operating Profit	<u>71,711</u>	<u>257,687</u>
Other income	1,739	2,322
	<u>73,450</u>	<u>260,009</u>
Financial & other charges	32,933	76,646
Profit before taxation	<u>40,517</u>	<u>183,363</u>
Taxation		
Current	12,581	35,763
Deferred	5,816	39,820
	<u>18,397</u>	<u>75,583</u>
Profit after taxation	<u>22,120</u>	<u>107,780</u>
Basic earnings per share	<u>0.09</u>	<u>0.48</u>

The annexed notes form an integral part of these financial statements.

Chairman & CEO

Director

CASH FLOW STATEMENT

NINE MONTHS ENDED MARCH 31, 2005 (Unaudited)

	9 months ended Mar 31, 2005	9 months ended Mar 31, 2004
	Rs.'000	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	183,363	-
Adjustments for non-cash charges and other items:		
Depreciation	262,172	-
Financial charges	76,646	-
Gain on disposal of vehicle	(417)	-
Income from short term placements	(1,739)	-
Return on bank deposits	(166)	-
Operating profit before working capital changes	519,859	-
Working capital changes		
(Increase)/Decrease in current assets		
Stores and spares	57,203	(17,391)
Stock in trade	(912,697)	(709,190)
Trade debts - unsecured considered good	(474,520)	(220,603)
Advances, deposits, prepayments & other receivables	58,740	(40,489)
Increase/(Decrease) in current liabilities		
Creditors, accrued and other liabilities	682,222	595,169
Cash generated from operations	(69,193)	(392,504)
Gratuity paid	-	(245)
Financial charges paid	(55,373)	-
Income tax paid	(10,425)	-
Net cash flow used in operating activities	(134,991)	(392,749)
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(461,765)	(118,928)
Unallocated capital expenditure	-	(118,101)
Proceeds from sale of investment property	-	10,000
Profit received on deposit	166	-
Profit received on placements	1,739	-
Proceeds from disposal of vehicle	475	-
Long term deposits and deferred costs	(84,329)	(6,964)
Net cash used in investing activities	(543,714)	(233,993)
CASH FLOW FROM FINANCING ACTIVITIES		
Short term financing	375,049	81,451
Loans from Sponsors and Associated Undertakings	(89,953)	202,380
Right shares issued	267,129	-
Repayment of obligation under finance lease	(26,518)	(26,175)
Long term loans	(412,016)	80,021
Term finance certificates	459,000	-
Net cash flow from financing activities	572,691	337,677
Increase/(decrease) in cash & cash equivalents	(106,014)	(289,065)
Cash and cash equivalents at the beginning of the period	59,545	704
Cash and cash equivalents at the end of the period	(46,469)	(288,361)

The annexed notes form an integral part of these financial statements.

Chairman & CEO

Director

STATEMENT OF CHANGES IN EQUITY NINE MONTHS ENDED MARCH 31, 2005 (Unaudited)

	Share Capital	Unappropriated Profit Rs.'000	Total
Balance as at June 30, 2003	1,750,466	-	1,750,466
Balance as at June 30, 2004	1,750,466	-	1,750,466
Right shares issued	700,186	-	700,186
Net profit for the period	-	107,780	107,780
Balance as at March 31, 2005	2,450,652	107,780	2,558,432

The annexed notes form an integral part of these financial statements.

Chairman & CEO

Director

NOTES TO THE FINANCIAL STATEMENTS

NINE MONTHS ENDED MARCH 31, 2005 (Unaudited)

1 Status and nature of business

The Company was incorporated in Pakistan as a Public Limited Company on January 09, 1995. The company is quoted on the Karachi and Lahore Stock Exchanges. The principal business of the company is refining and selling of the petroleum products. The company has started commercial operations from July 01, 2004.

2 Basis of preparations

These financial statements are unaudited and have been prepared in accordance with the requirements of section 245 of the Companies Ordinance 1984 and International Accounting Standard 34 (IAS 34) "Interim Financial Reporting".

3 Accounting policies

The accounting policies adopted for the preparation of these accounts are the same as those applied in the preparation of the accounts for the preceding year ended June 30, 2004.

	Mar 31, 2005	June 30, 2004
	<u>Rs.'000</u>	
4 Operating assets - cost		
Additions and transfers from Capital work-in-progress		
Owned assets	3,464,934	19,292
Leased assets	94,767	14,226
	<u>3,559,701</u>	<u>33,518</u>

5 Short term finances - secured

Saudi Pak Industrial & Agricultural Investment Co. (Pvt) Ltd.	50,000	50,000
Bank of Khyber - Trust receipt	-	69,951
Habib Bank Limited	445,000	-
	<u>495,000</u>	<u>119,951</u>

6 Running finances - secured

The running finance facilities available under mark up arrangements with various bank amounting to Rs. 600 million. (June 30, 2004 : Rs. 300 million)

The rates of mark-up range between 7% to 9.8% per annum payable quarterly.

7 Term finance certificates

Private Placed Term Finance Certificates (TFCs) have been fully subscribed (including green shoe option of Rs. 250 million).

Term and conditions of TFCs issued during the period are same as mentioned in the preceding annual financial statements for June 30, 2004.

	Mar 31, 2005	June 30, 2004
	Rs.'000	
8 Obligation under finance lease		
Opening Balance	77,767	80,435
Obtained during the period	9,292	34,702
	<u>87,059</u>	<u>115,137</u>
Paid during the period	(28,518)	(37,369)
	<u>58,541</u>	<u>77,768</u>
Current portion	(31,385)	(33,693)
	<u>27,156</u>	<u>44,075</u>

9 Contingencies & commitments

Commitments in respect of letter of credits amounting to Rs. 1,374 million (June 30, 2004 : Rs. 1,198 million).

3 months ended
Mar 31, 2005

9 months ended
Mar 31, 2005

	Rs.'000	
10 Cost of sales		
Opening stock of finished products	396,024	119,429
Cost of goods manufactured	2,543,011	7,225,719
	<u>2,939,035</u>	<u>7,345,148</u>
Closing stock of finished products	(513,808)	(513,808)
	<u>2,425,227</u>	<u>6,831,340</u>

Mar 31, 2005

June 30, 2004

Rs.'000

11 Transactions with related parties

Purchase of operating assets	1,435	1,457
Funds from Sponsors' and associated undertakings	264,561	330,049
Repayment of loans to group companies & associates	304,514	160,049
Rent	262	262

Transactions with related parties are entered into and recorded at fair value.

12 General

- 12.1 These financial statements were authorized for issue on April 26, 2005 by the Board of Directors of the company.
- 12.2 Figures have been rounded-off to the nearest thousand of rupees.
- 12.3 Comparative figures in Profit and loss account are not available as the company has commenced commercial operations from July 1, 2004.

Chairman & CEO

Director



BOOK POST

(Under Postal Certificate)

If undelivered please return to :

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Bosicor Pakistan Limited